

SECRET

P

OGC 70-0627

23 April 1970

MEMORANDUM FOR: Chief, Special Support Center, OC-SPD

SUBJECT : Request for Conflict of Interest Review -

[REDACTED]

25X1A

1. This is in response to the request for our views on the conflict of interest question posed by [REDACTED] duties and the activities of a private corporation of which he is one of three owners. [REDACTED] share of the company is 10 percent and he works for the company for no pay.

25X1A

2. From the papers forwarded with your memorandum of 6 April 1970 and [REDACTED] memorandum of the same date and from my conversation with [REDACTED] the problem is as follows. [REDACTED]

25X1A

[REDACTED] One of the functions of the [REDACTED] is to coordinate and perform support maintenance for certain systems which the [REDACTED]

25X1A

[REDACTED] utilizes. In performing this duty [REDACTED] was the project engineer in the development of the [REDACTED] developed for the [REDACTED] by [REDACTED]

25X1A

25X1A

25X1A

[REDACTED] under contract with the Agency to maintain the equipment, has subcontracted that function to [REDACTED]

25X1A

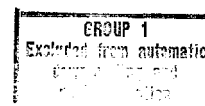
[REDACTED] and one other man have formed a corporation and [REDACTED] has assigned to the corporation the contract he had received from [REDACTED]

25X1A

[REDACTED] suggests that if necessary to avoid a situation in which there is a conflict of interest, the duties performed by him and his section, with respect to this equipment, could be assigned to another component.

OGC Has Reviewed

SECRET



E1

SECRET

25X1A 3. The facts indicate the existence of one of the more common
25X1A forms of a conflict of interest -- a Government employee whose
Government duties are to administer or work on a contract which
the Government has with a company in which he has a financial
interest. The conflict of interest statutes prohibits just such situa-
tions and if [] were to engage in both of these activities
he would be in violation of the Statute. As he suggests, an appro-
25X1A priate change in his duties could avoid the conflict, but the []
[] of course, may or may not find it practicable or
desirable to reassign duties in this manner.

25X1A 4. [] memorandum of 6 April has pointed out
25X1A that the principals in the new corporation are also under contract
with the [] We are, therefore, forward-
ing to that office a copy of this memorandum. 25X1A

[]
Associate General Counsel

cc: AD/OCS

25X1A OGC: [] sin
Distribution:

25X1A Orig. & 1 - Adse.

- 1 - Conflict of Interest subj. file ✓
- 1 - [] signer
- 1 - Chrono

SECRET

E2